

Message Text

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ACTION PM-05

INFO OCT-01 NEA-10 ISO-00 SS-15 OMB-01 TRSE-00 ACDA-12

L-03 AID-05 EB-08 CIAE-00 INR-10 NSAE-00 /070 W

-----047122 071827Z /46

P R 071502Z JUL 78

FM AMEMBASSY RABAT

TO SECSTATE WASHDC PRIORITY 6016

INFO SECDEF WASHDC//OASD:ISA/DSAA//

USCINCEUR VAIHINGEN GER//ECJ4/7//

C O N F I D E N T I A L RABAT 4119

E. O. 11652: GDS

TAGS: MASS MO

SUBJ: UTILIZATION OF FMS CREDIT

1. SECGEN OF ADMINISTRATION OF NAT'L DEFENSE TODAY FURNISHED LETTER TO CHMUSLO DTD 6 JUL 68, OUTLINING GOM'S INTENDED USE OF BALANCE OF FY 77 AND FY 78 FMS CREDIT.

2. TRANSLATION OF THIS LETTER FOLLOWS: QUOTE: SUBJECT: PROGRAM FOR USE OF MOROCCO III (FY 77) AND MOROCCO IV (FY 78) FMS CREDIT. REFERENCES: (1) LETTER, 47/ADN/DAF, DTD 24 JUN 77 (PROVIDED REVISED PROGRAM FOR USE OF FY 77 CREDIT). (2) LETTER, CHMUSLO, DTD 18 JAN 78 (ADVISED GOM OF FY 78 CREDIT AND REQUESTED INTENDED USE). (3) LETTER, 06/ADN/DAF, DTD 12 FEB 78 8 AGREED TO ACCEPT FY 78 CREDIT AND INFORMED MUSLO UTILIZATION PROGRAM WOULD BE PROVIDED AT A LATER DATE). (FIRST PARAGRAPH) SUBSEQUENT TO MY LETTER, REFERENCE (3) ABOVE, AND IN CORRELATION WITH MY LETTER, REFERENCE (1) ABOVE, I WISH TO INFORM YOU THAT MY GOVERNMENT HAS DECIDED TO ASSIGN THE BALANCE OF FMS CREDIT MOROCCO III (FY 77), I.E. U.S. DOL 14,757,446, AS WELL AS FMS CREDIT MOROCCO IV (FY 78), I.E. U.S. DOL 45,000,000, TO PARTIALLY PAYING FOR COMMERICAL CONTRACT SIGNED WITH THE U.S. FIRM, WESTINGHOUSE INTERNATIONAL SYSTEMS, BALTIMORE, U.S.A., PROVIDING FOR AN AIR-COVER SYSTEM
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(SYSTEME DE COUVERTURE AERIENNE) FOR THE KINGDOM OF MOROCCO. (SECOND PARAGRAPH) PROGRAM FOR USE OF FMS CREDIT, THEREFORE, RESULTS AS FOLLOWS:

ITEM	CREDIT	DEBIT	BALANCE
BALANCE AVAILABLE ON 10-31-77			
ON FMS MOROCCO III CREDIT	14,757,446		14,757,446
FMS MOROCCO IV CREDIT	45,000,000		59,757,446

31 JUL 78 PAYMENT	16,403,600	43,353,846
31 OCT 78 PAYMENT	14,401,800	26,952,046
31 JAN 79 PAYMENT	16,626,900	10,325,146
31 APR 79 PAYMENT	9,443,900	881,246
31 JUL 79 PAYMENT (PARTIAL)	881,246	-0-

(THIRD PARAGRAPH) THIS PROGRAM IS SUBJECT TO CHANGE IN THE EVENT THAT NEW ACQUISITIONS IN THE U.S. OR NEW MODES OF FINANCING ARE INTRODUCED. (FOURTH PARAGRAPH) I WOULD APPRECIATE IT VERY MUCH THEREFORE IF YOU WOULD PASS THIS ON TO THE APPROPRIATE AUTHORITIES OF YOUR GOVERNMENT AND INFORM ME OF THEIR CONCURRENCE AS QUICKLY AS POSSIBLE SO THAT I MAY AUTHORIZE WESTINGHOUSE TO COLLECT AMOUNTS DUE THEM ON THE 31 JUL 78 DUE DATE AND ON SUBSEQUENT DUE DATES. SIGNED: MOHAMED ACHAHBAR. END QUOTE.

3. REQUEST APPROVAL AS SOON AS POSSIBLE FOR GOM TO UTILIZE ITS REMAINING FY 77 CREDIT MONIES FOR PARTIAL PAYMENT TO WESTINGHOUSE OF THE \$16,403,600 PAYMENT DUE ON 31 JUL 78. THIS WILL ENABLE GOM TO INITIATE DRAWDOWN PROCEDURES RIGHT AWAY IN ORDER TO INSURE PAYMENT TO WESTINGHOUSE BY 31 JUL 78.

4. FURTHER REQUEST PAYMENT OF GOM'S PLANNED UTILIZATION OF FY 78 FMS CREDIT AND THAT NECESSARY ACTION BE TAKEN TO COMPLETE THE LOAN AGREEMENT. THE GOM LETTER AS STATED IN PARA 2 ABOVE REQUESTS THE UTILIZATION OF \$1,646,154 FROM FY 78 FMS CREDIT TO COMPLETE ITS 31 JUL 78 PAYMENT TO
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WESTINGHOUSE. WHILE IT MAY NOT BE POSSIBLE TO MAKE FY 78 FMS CREDIT MONEY AVAILABLE FOR PAYMENT BY 31 JUL 78, IT IS REQUESTED THAT THE LOAN AGREEMENT BE COMPLETED AT THE EARLIEST POSSIBLE DATE, THUS ASSURING WESTINGHOUSE THAT PAYMENT WILL BE FORTHCOMING.

5. AS LETTER NOTES, ALLOCATION OF CREDIT COULD SUBSEQUENTLY BE READJUSTED UPON RESOLUTION OF CURRENT ARMS POLICY QUESTIONS.
ANDERSON

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CREDIT, MILITARY SALES
Control Number: n/a
Copy: SINGLE
Draft Date: 07 jul 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978RABAT04119
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
Film Number: D780279-0624
Format: TEL
From: RABAT
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780785/aaaactxd.tel
Line Count: 103
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Litigation Codes:
Litigation History:
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Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
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Retention: 0
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Review Content Flags:
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Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2086234
Secure: OPEN
Status: NATIVE
Subject: UTILIZATION OF FMS CREDIT
TAGS: MASS, MO
To: STATE
Type: TE
vdkgvkey: odhc://SAS/SAS.dbo.SAS_Docs/4f576479-c288-dd11-92da-001cc4696bcc
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